



Community Colleges of Iowa Workforce Training and Economic Development Fund (260C.18A)

Funding Sources & Distribution. The Workforce Training and Economic Development Fund was established in 2003 as part of the Grow Iowa Values Fund enabling legislation. The fund has become an important source of financing for community college new program innovation, development and capacity building with a focus on career and technical education.

The program has had three primary funding streams the previous four years; the Grow Iowa Values Fund, the Iowa Power Fund and the Rebuild Iowa Infrastructure Fund. Two of these funding streams, the IPF and RIIF were eliminated at the end of Fiscal Year 2011. Funding from the GIVF will be discontinued at the end of FY 2012. A new \$5,000,000 general fund appropriation was established in the 2011 Education Appropriations Bill for deposit into the Workforce Training and Economic Development Fund accounts. This is the ongoing budget line item that will now serve as the basis for funding the WTED fund in future years, given the loss of funding from the GIVF, IPF and RIIF. We appreciate the legislature's support in establishing this new, ongoing funding commitment to support this critical community college program.

This year's two appropriations result in a total FY 2012 appropriation of \$7,100,000, a decrease in funding of \$2,720,000 from the FY 2011 appropriation and the funding has been distributed using the community college state general aid distribution formula as provided for in Section 260C.18A. **The Governor has recommended reducing the funding to \$3,000,000 in FY 2013.**

Workforce Training and Economic Development Fund Appropriations History:

	Grow Iowa Values Fund	Power Fund	Rebuild Iowa Infrastructure Fund	State General Aid Appropriation	Total
FY 2004	\$ 3,758,065				\$ 3,758,065
FY 2005	\$ 3,106,160				\$ 3,106,160
FY 2006	\$ 7,000,000				\$ 7,000,000
FY 2007	\$ 7,000,000				\$ 7,000,000
FY 2008	\$ 7,000,000	\$ 2,500,000	\$ 2,000,000		\$11,500,000
FY 2009	\$ 7,000,000	\$ 2,500,000	\$ 2,000,000		\$11,500,000
	-\$ 1,400,000	20% flood recovery cut			\$10,100,000
FY 2010	\$ 6,300,000	\$ 2,500,000	\$ 2,000,000		\$10,800,000
		(\$ 250,000) 10% ATB cut			\$10,550,000
FY 2011	\$ 5,320,000	\$ 2,500,000	\$ 2,000,000		\$ 9,820,000
FY 2012	\$ 2,100,000			\$5,000,000	\$ 7,100,000
FY 2013	Governor's budget recommendation			\$3,000,000	\$ 3,000,000

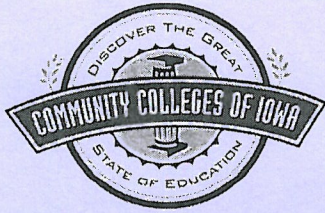
Use of Funds. The monies in the Workforce Training and Economic Development fund may be used to support the following community college programs:

- Accelerated Career Education Program (260G).
- Iowa Jobs Training Program (260F).
- Career Academy Programs (260C.18A, subsection 2, paragraph c).
- Career & Technical Education Programs (260C.1, subsection 2).
- In-service Training and Retraining Programs (260C.1, subsection 3).
- Development and implementation of pathways for academic career and employment programs under chapter 260H (effective July 1, 2011).
- Development and implementation of programs for the gap tuition assistance program under chapter 260I (effective July 1, 2011).
- Entrepreneurial education, small business assistance, and business incubators (effective July 1, 2011).
- Training and retraining programs for targeted industries (15.343, subsection 2, paragraph a).
- Operational expenses associated with vocational technical training.

Targeted Industry Clusters. Priority is to be given to programs, projects and initiatives that fall within the states three targeted industry clusters. The program requires that **seventy percent** of the moneys appropriated shall be used on projects or programs in the areas of advanced manufacturing, renewable fuels and renewable energy, information technology and insurance, and life sciences which include the areas of biotechnology, health care technology, and nursing care technology.

Plan Requirements. Each community college is required to do the following to provide the Economic Development Authority (EDA) the opportunity to review and comment on their proposed use of the funds and to provide an ongoing accountability process:

- Adopt a two-year workforce training and economic development fund plan outlining the community college's proposed use of the moneys appropriated.
 - The colleges have the flexibility to modify these plans as needed during the year without EDA approval.
 - Unexpended funds may be carried over to the next fiscal year.
 - Each community college board of trustees is required to approve their plan and annual progress report.
- Update the two-year plan annually. Due August 15.
- Prepare an annual progress report on the plan's implementation. Due August 15. The progress report shall address the following goals and performance measures established by the general assembly for the GIVF:
 - Expanding and stimulating the state's economy;
 - Increasing the wealth of Iowans; and
 - Increasing the population of the state.
- Annually submit the plan and progress report to the EDA Board by August 15. The EDA Board has the authority to impose a series of sanctions including the ability to deny a college's following years funding if their use of the funds is deemed to not be in conformance with the statutory requirements and the goals of the Grow Iowa Values Fund.



COMMUNITY COLLEGES OF IOWA
WORKFORCE TRAINING AND ECONOMIC DEVELOPMENT FUND (260C.18A)
ACTUAL EXPENDITURE SUMMARY

	FY 2008	FY 2009	FY 2010	FY 2011
Appropriation Summary				
Allocation	\$ 11,499,199.00	\$ 10,100,000.00	\$ 10,550,000.00	\$ 9,820,001.00
Carry Forward	\$ 2,985,969.00	\$ 3,327,312.00	\$ 1,959,218.00	\$ 2,699,435.00
Total Available	\$ 14,485,167.00	\$ 13,421,252.00	\$ 12,509,218.00	\$ 12,519,436.00
Program Category				
ACE Programs (260G)	\$ 135,421.00	\$ 252,212.00	\$ -	\$ 348,434.00
Iowa Jobs Training Programs (260F)	\$ 2,329,360.00	\$ 2,281,008.00	\$ 1,174,324.00	\$ 1,756,727.00
Career Academy Programs (260C.18A)	\$ 2,934,145.00	\$ 2,200,357.00	\$ 1,680,076.00	\$ 1,501,951.00
Career & Technical Education Programs (260C.1.2)	\$ 5,532,053.00	\$ 5,608,264.00	\$ 5,073,726.00	\$ 4,742,066.00
General Retraining Programs (260C.1.3)	\$ 897,728.00	\$ 1,478,854.00	\$ 1,646,813.00	\$ 1,156,618.00
Total Expended	\$ 11,828,707.00	\$ 11,827,694.00	\$ 9,574,940.00	\$ 9,505,796.00
Unexpended Carried Forward	\$ 2,656,460.00	\$ 1,593,558.00	\$ 2,934,183.00	\$ 3,010,626.00
Targeted Industry Cluster				
				Planned
Advanced Manufacturing	\$ 4,928,283.00	\$ 3,561,432.00	\$ 3,108,725.00	\$ 4,564,918.00
Information Technology	\$ 725,888.00	\$ 778,881.00	\$ 585,796.00	\$ 930,973.00
Biotechnology	\$ 919,183.00	\$ 1,113,324.00	\$ 760,351.00	\$ 487,979.00
Nursing & Allied Health	\$ 1,573,064.00	\$ 1,346,124.00	\$ 1,100,972.00	\$ 1,430,867.00
Renewable Energy	\$ 1,017,499.00	\$ 632,157.00	\$ 549,303.00	\$ 821,385.00
Combination of Targeted Clusters	\$ 2,146,554.00	\$ 2,977,085.00	\$ 2,054,845.00	\$ 2,418,283.00
Non-targeted Areas	\$ 1,148,234.00	\$ 1,418,691.00	\$ 1,414,943.00	\$ 1,290,379.00
Total Expended	\$ 11,828,705.00	\$ 11,827,694.00	\$ 9,574,936.00	\$ 11,944,784.00



Hawkeye Community College
Linda Allen, Ph.D.
President

Economic Development Appropriations Subcommittee
Thursday, February 9, 2012

Workforce Training and Economic Development Funding

- Hawkeye Community College has worked with 196 different Cedar Valley companies to retrain 14,300 employees using \$3.5 million in WTED funding.
- Over the past decade, Hawkeye retrained over 150 Tyson Foods employees to increase their manufacturing skill levels through a Machine Maintenance program at a total cost of \$62,000 per year.

Hawkeye's Areas of Excellence in Programming and Training

- Regional Transportation Training Center
- Health Care
- Advanced Manufacturing

Media coverage examples of Hawkeye Community College workforce training:

Waterloo Courier, September 5, 2011:

Hawkeye moves to address shortage of welders in labor force

http://wcfcourier.com/business/local/hawkeye-moves-to-address-shortage-of-welders-in-labor-force/article_57444c72-c5d9-5175-ae2b-80a418221515.html

Waterloo Courier Progress Edition, May 2011:

New center will allow HCC to expand driver training

http://wcfcourier.com/news/local/progress-edition-new-center-will-allow-hcc-to-expand-driver/article_c037e699-e69a-5b3e-8320-119b1980c4dc.html

KWWL Television Channel 7 News, May 22, 2011:

Students preparing for high-demand medical careers

<http://www.kwwl.com/story/14693221/students-parep>